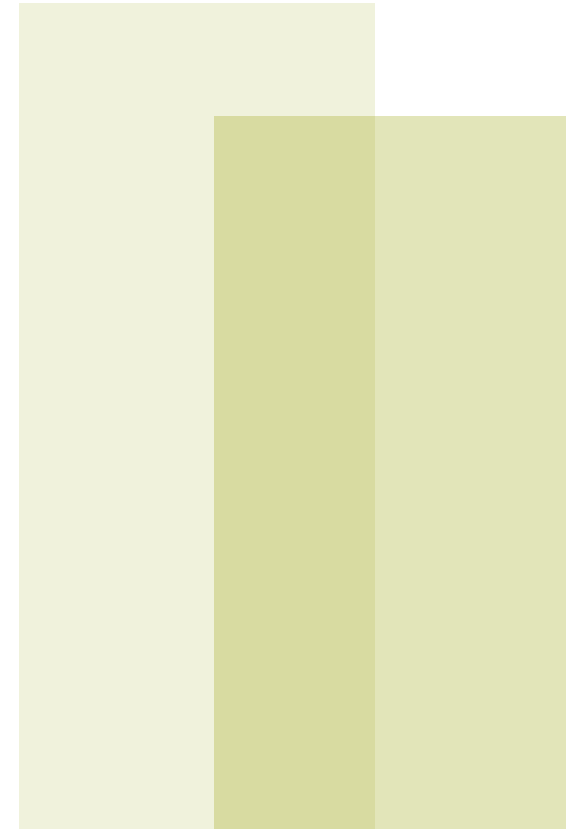
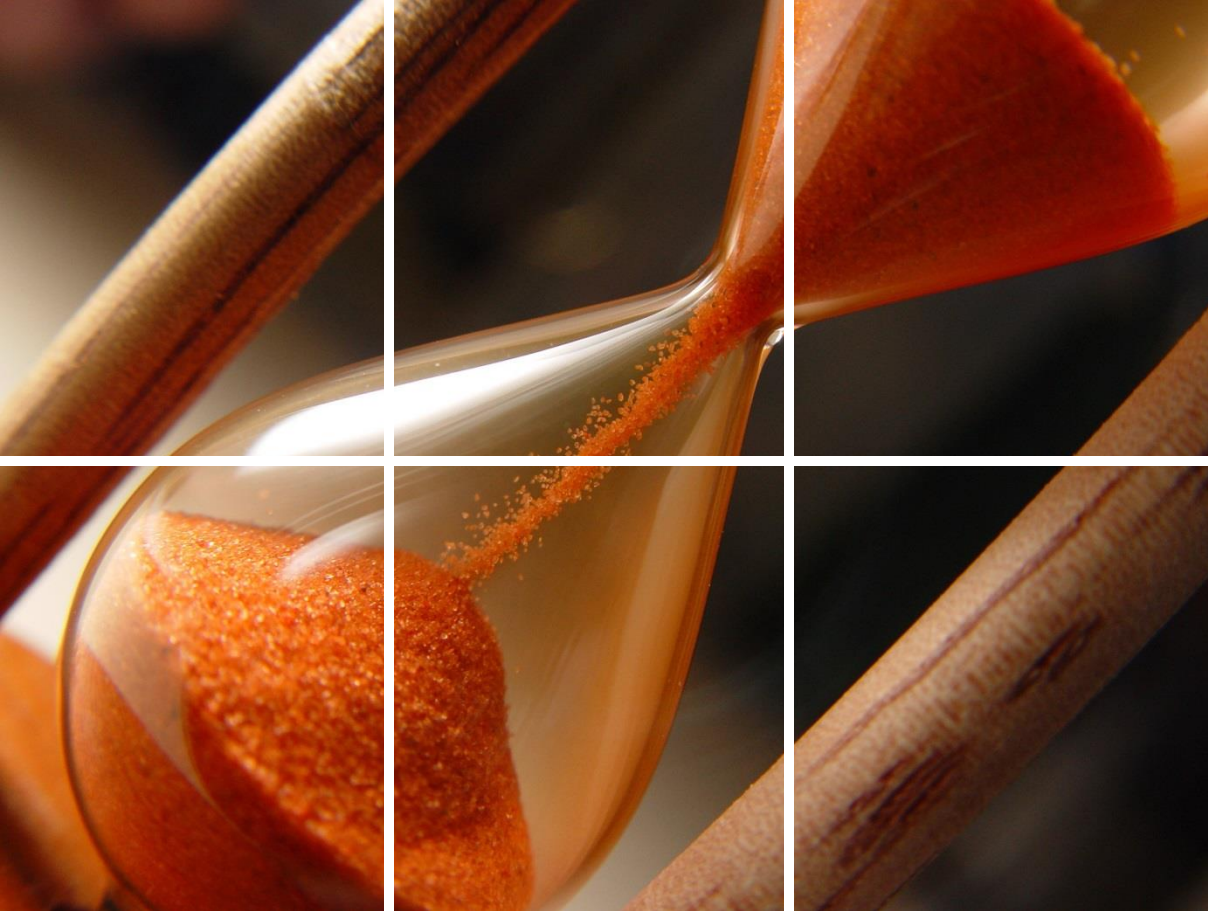


2013 MALAYSIA INVESTMENT PERFORMANCE REPORT

Shifting into high gear

28 FEBRUARY 2014

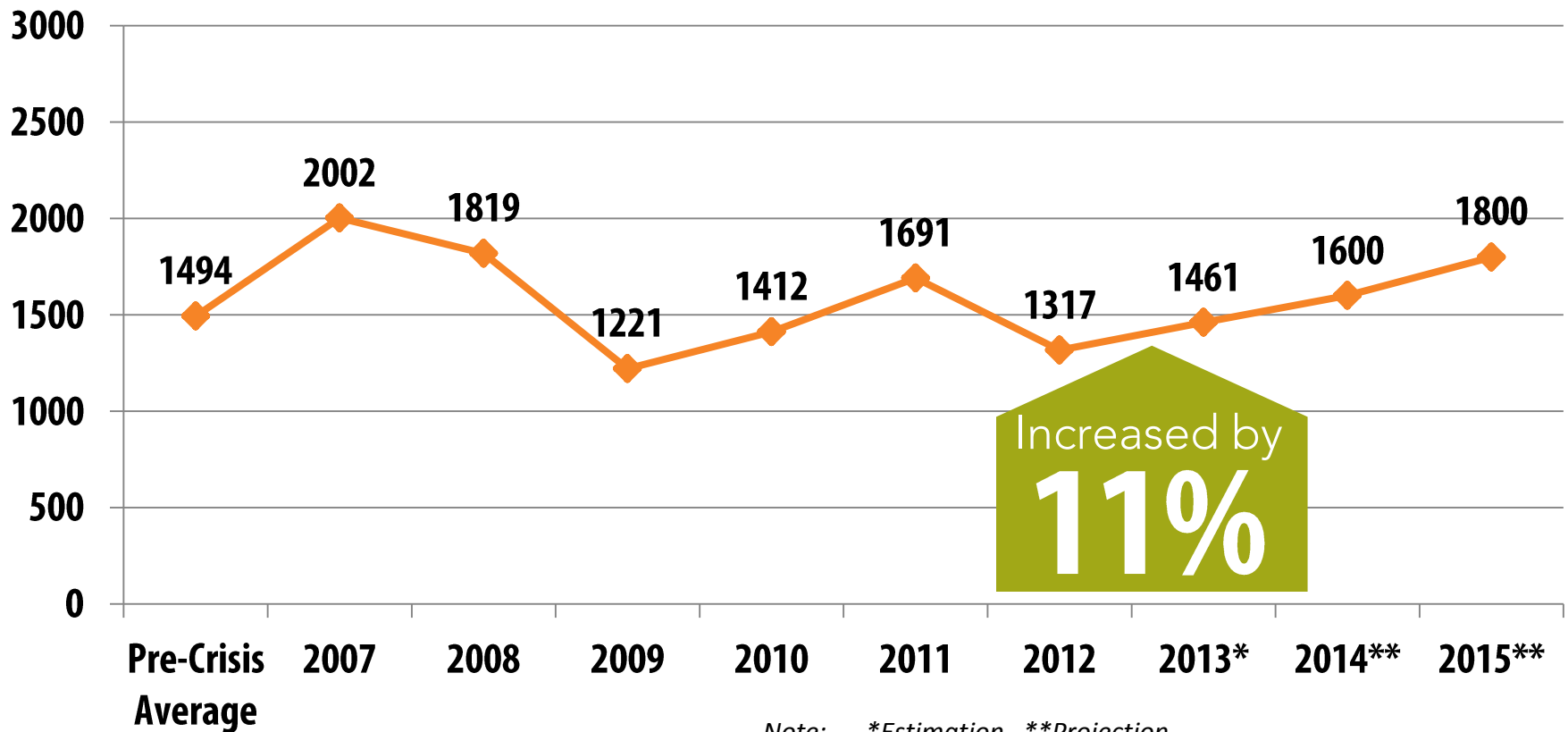


BUILDING A BETTER MALAYSIA — 2013 IN BRIEF

GLOBAL FDI INFLOWS

Global FDI inflows in 2013 rose by **11%**

US\$ Billion



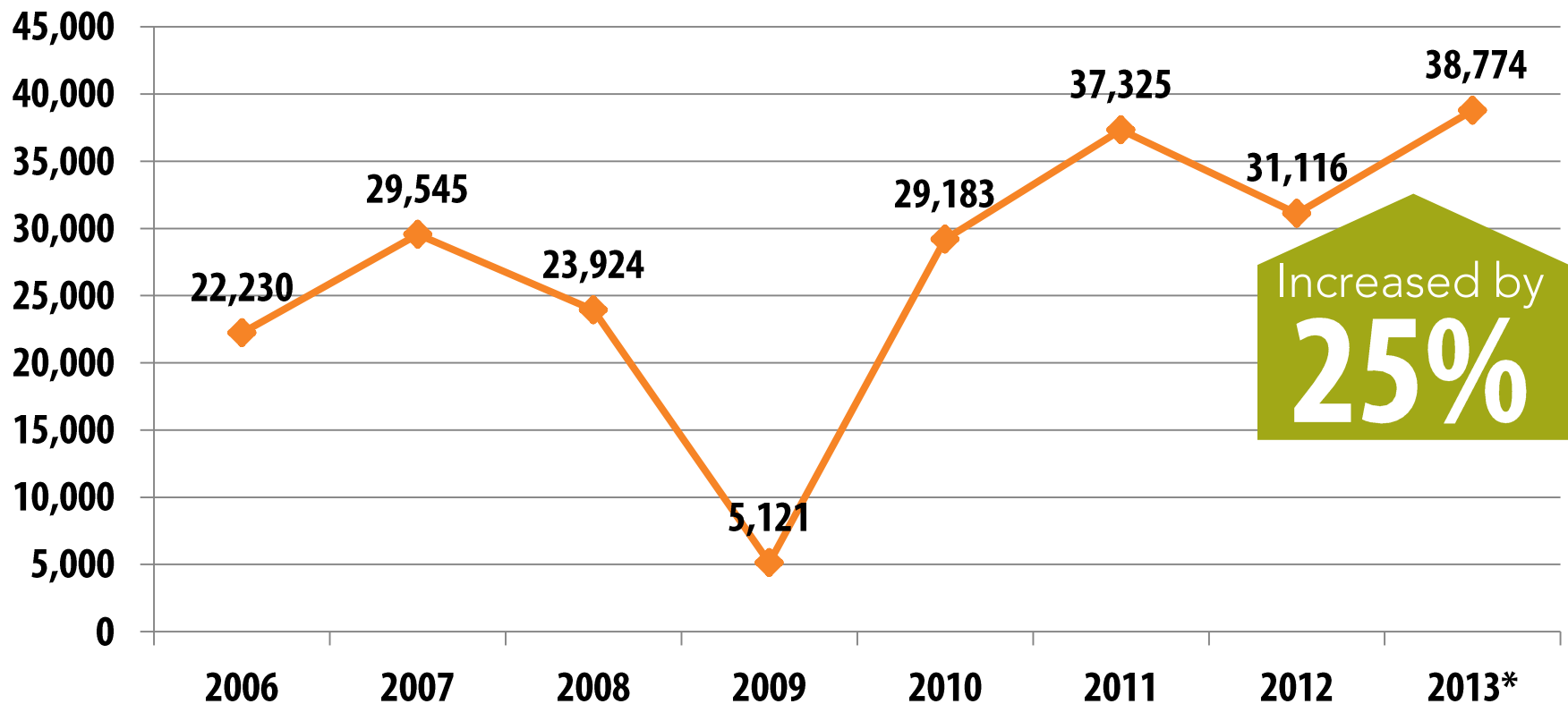
Note: *Estimation **Projection

Source: UNCTAD's Global Investment Trends Monitor, 28 January 2014

MALAYSIA'S FDI INFLOWS

Global FDI inflows into Malaysia surged by **25%** in 2013

RM Million



Note: * Preliminary Source: DOSM

FDI INFLOWS TO MALAYSIA BY SECTOR

Manufacturing sector continues to be the **largest contributor** to FDI inflows

Sector	2011	2012	2013	% of Growth y-o-y (2012 & 2013)
	RM million			
Agriculture, Forestry and Fishing	82	318	1,004	215.7
Mining and Quarrying	7,777	9,628	11,147	15.8
Manufacturing	16,704	13,104	14,572	11.2
Construction	98	208	892	328.8
Services	12,663	7,858	11,159	42.0
TOTAL	37,324	31,116	38,774	24.6

Source: DOSM

REALISED PRIVATE INVESTMENTS 2013

2013: RM161.1 BILLION



2012: RM 140.2 BILLION

Reached a record **RM161.1 billion**, an increase of **14.9%** compared with **RM140.2 billion** in 2012

Surpassing the **RM148 billion** average annual target set under the 10th Malaysia Plan

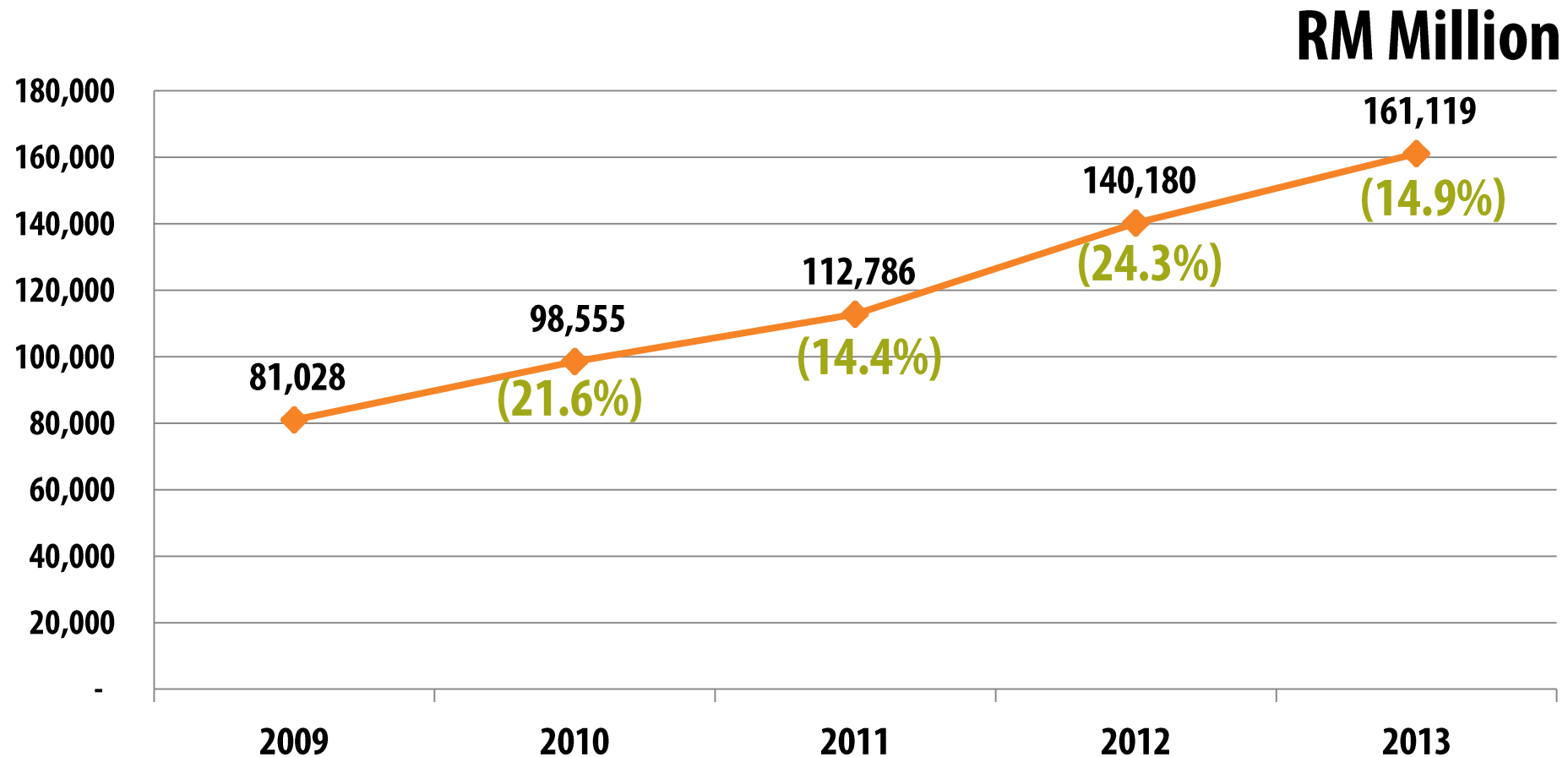
Source: DOSM

Note:

1. Realised Private Investments - Gross Fixed Capital Formation (GFCF)
2. Excluding Investments by Government Linked Companies (GLCs)

REALISED PRIVATE INVESTMENTS 2013

Yearly Gross Fixed Capital Formation (GFCF)



Source: DOSM

REALISED PRIVATE INVESTMENTS 2013

Quarterly Gross Fixed Capital Formation (GFCF)

2013 (RM million)				
Q1	Q2	Q3	Q4	Total
38,411	47,265	43,091	32,352	161,119

2012 (RM million)				
Q1	Q2	Q3	Q4	Total
34,449	41,330	37,094	27,307	140,180

2011 (RM million)				
Q1	Q2	Q3	Q4	Total
28,122	32,273	29,999	22,392	112,786

2010 (RM million)				
Q1	Q2	Q3	Q4	Total
22,317	29,182	28,074	18,982	98,555

2009 (RM million)				
Q1	Q2	Q3	Q4	Total
17,693	20,792	21,699	20,844	81,028

14.9%

24.3%

14.4%

21.6%

**Double-digit
growth
since 2009**

Source: DOSM

APPROVED INVESTMENTS

RM216.5 billion

A **new record** for
approved investments

72.5 : 27.5

Domestic-to-Foreign
investment ratio

192,000

Employment opportunities
created in the economy

5,669

Projects Approved

APPROVED INVESTMENTS

Inflows into niche areas & high technologies

IC Design
Internet of Things (IoTs)
Photovoltaic
Wafers
Specialised M&E
Medical Devices
Pharmaceuticals

Malaysia as a base for OHQs, Global & Regional Hubs for Manufacturing & Services

Intel
Knowles Electronics
Astrazeneca Sdn. Bhd.
Husqvarna Malaysia Sdn. Bhd.
BMW Asia Tech. Centre Sdn. Bhd.

Identification of new ecosystems

Energy Storage
Big Data

APPROVED INVESTMENTS

Quality investments approved in 2013



**Intel Microelectronics
(M) Sdn. Bhd.**

INVESTMENTS:

RM4.4 billion (10 years)

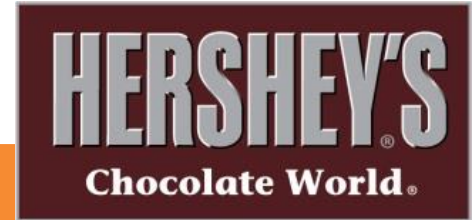
ACTIVITY :

Global Service Centre for R&D&D and related ancillary activities for semiconductors & other computing devices and services activities

EMPLOYMENT :

3,000 knowledge workers

- 1,600 engineers & technical specialist
- More than 40% of employees have min. of a science / technical degree.



**Hershey Malaysia
Sdn. Bhd.**

INVESTMENTS:

RM816 million

PRODUCT :

Chocolate and sugar confectionary

EMPLOYMENT :

430 (Majority Malaysians)

- 11 engineers and 19 scientists

APPROVED INVESTMENTS

Quality investments approved in 2013



**Lhoist (Malaysia)
Sdn. Bhd.**

INVESTMENTS:

RM299.0 million

PRODUCT /ACTIVITY :

Calcium carbonate &
downstream calcium oxide and
specialty products /
R&D Centre for applied research.

EMPLOYMENT :

102 (94 Malaysians, 8 Foreign)
- 52 k-workers (includes 25
engineers & 7 scientists)



**Inari South
Keytech Sdn. Bhd.**

INVESTMENTS:

RM55 million

PRODUCT / ACTIVITY :

High speed fiber optics transceivers /
R&D activities in new product
introduction (NPI) development stage
of the latest opto-electronic
components.

EMPLOYMENT :

310 (240 Malaysians, 70 Foreign)
- 57 k-workers (includes 17
engineers and 1 scientist)
- 59 skilled workers

APPROVED INVESTMENTS

Quality investments approved in 2013

INVESTMENTS:

RM304.7 million

ABio Orthopaedics

PRODUCT /ACTIVITY :

Surgical instrument, external fixation devices, internal fixation devices, artificial joints and dental implant /
Total manufacturing solution - advanced machining, titanium anodising, forging, coating and casting.

EMPLOYMENT :

- 1,472 (1,422 Malaysians, 50 Foreign)
- 795 knowledge workers, inclusive of 48 engineers
 - 795 skilled workers



DFRAN Research Technologies Sdn. Bhd.

INVESTMENTS:

RM39.53 million

ACTIVITY :

R&D activities on forward thinking technologies i.e. digital LED light, area wireless charging devices & motorsport cooling systems.
high speed fiber optics transceivers.

EMPLOYMENT :

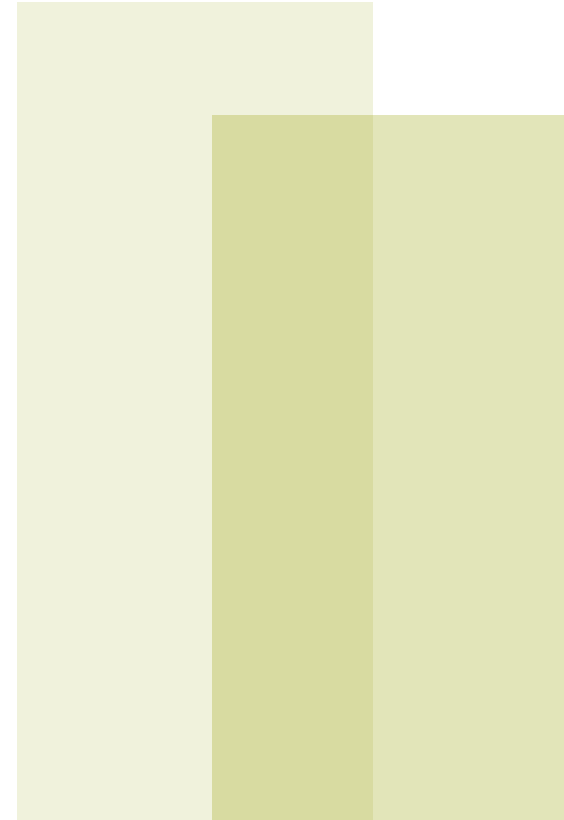
- 42 (All Malaysians)
- 42 engineers

APPROVED INVESTMENTS IN NKEAs

RM Billion

RM89.8 bil.
of approved
investments
were in the
NKEAs



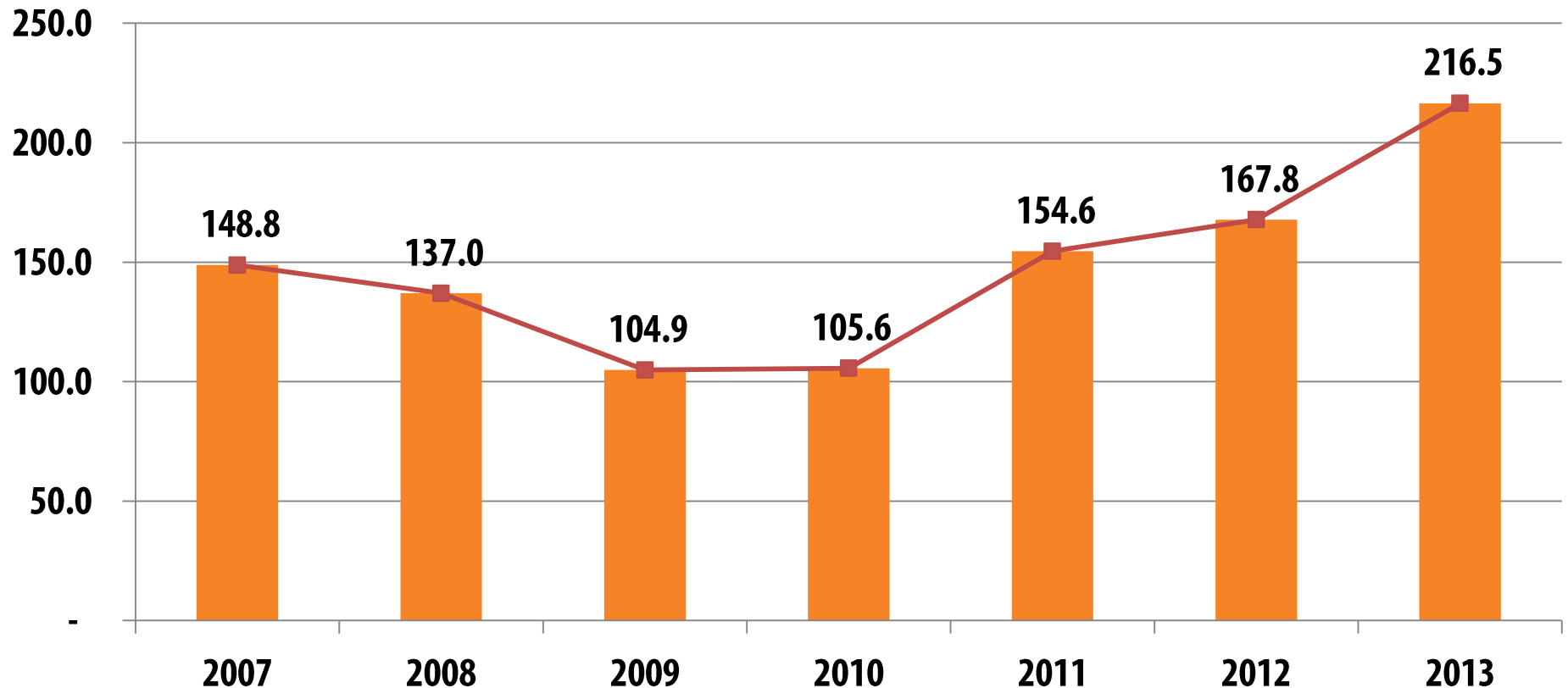


TOTAL INVESTMENTS APPROVED IN 2013

TOTAL INVESTMENTS APPROVED IN 2013

Investments in Malaysia reached a **new record** level

RM Billion



TOTAL INVESTMENTS APPROVED IN 2013

RM216.5 billion

Approved investments

192,000

Jobs Created

5,669

Projects Approved

2013: RM216.5 BILLION

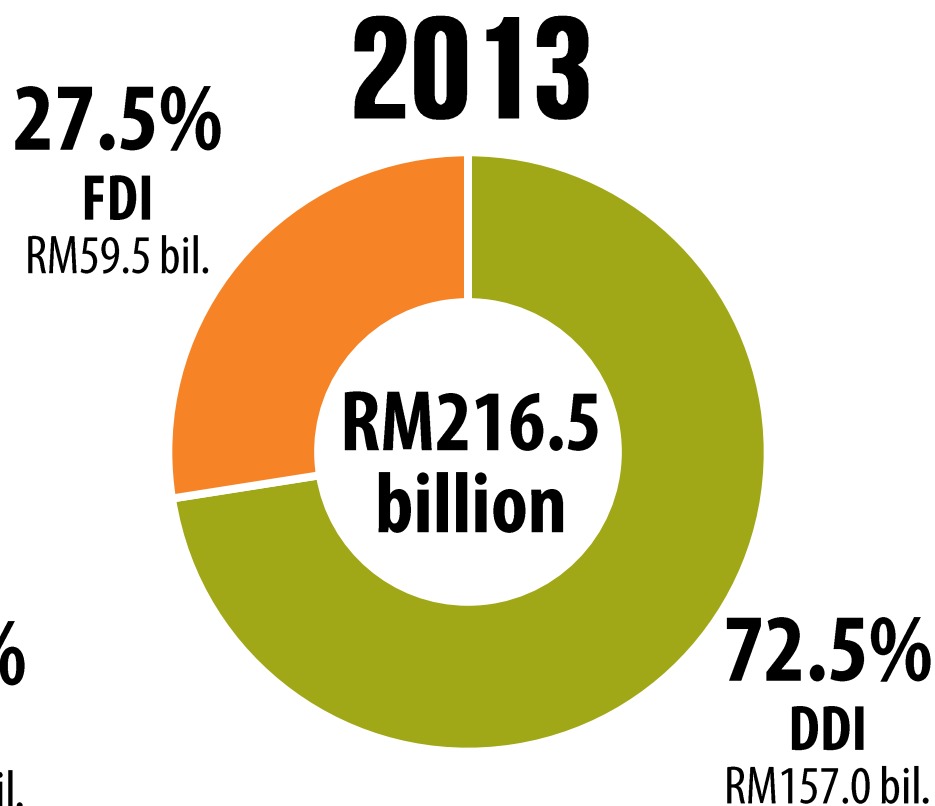
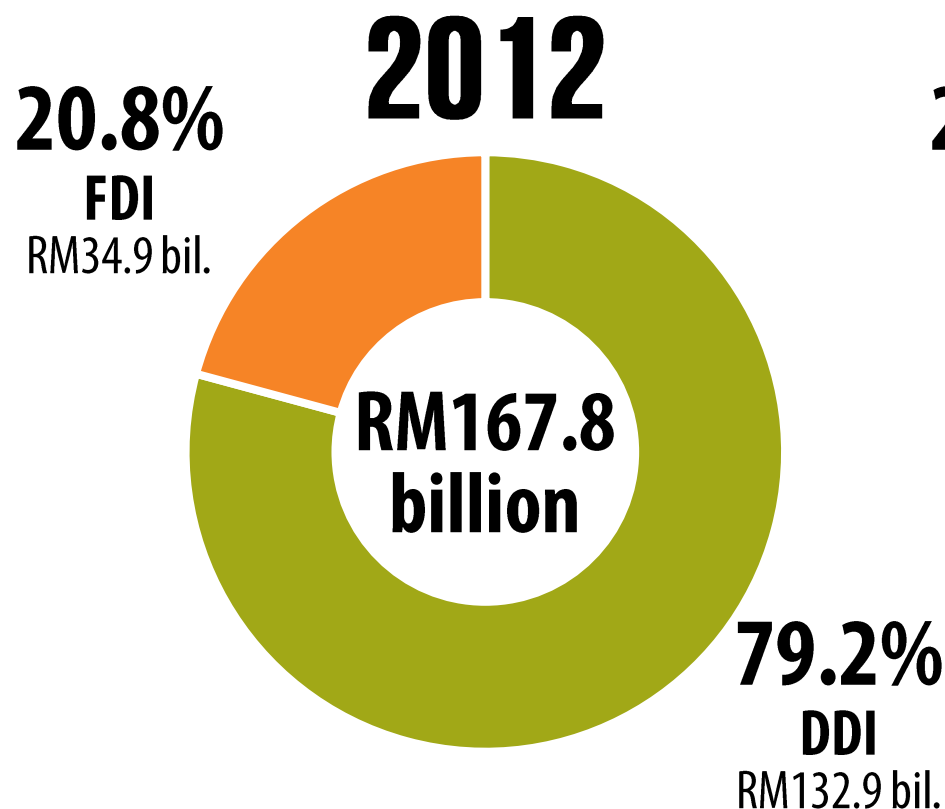
Increased by

29%

2012: RM 167.8 BILLION

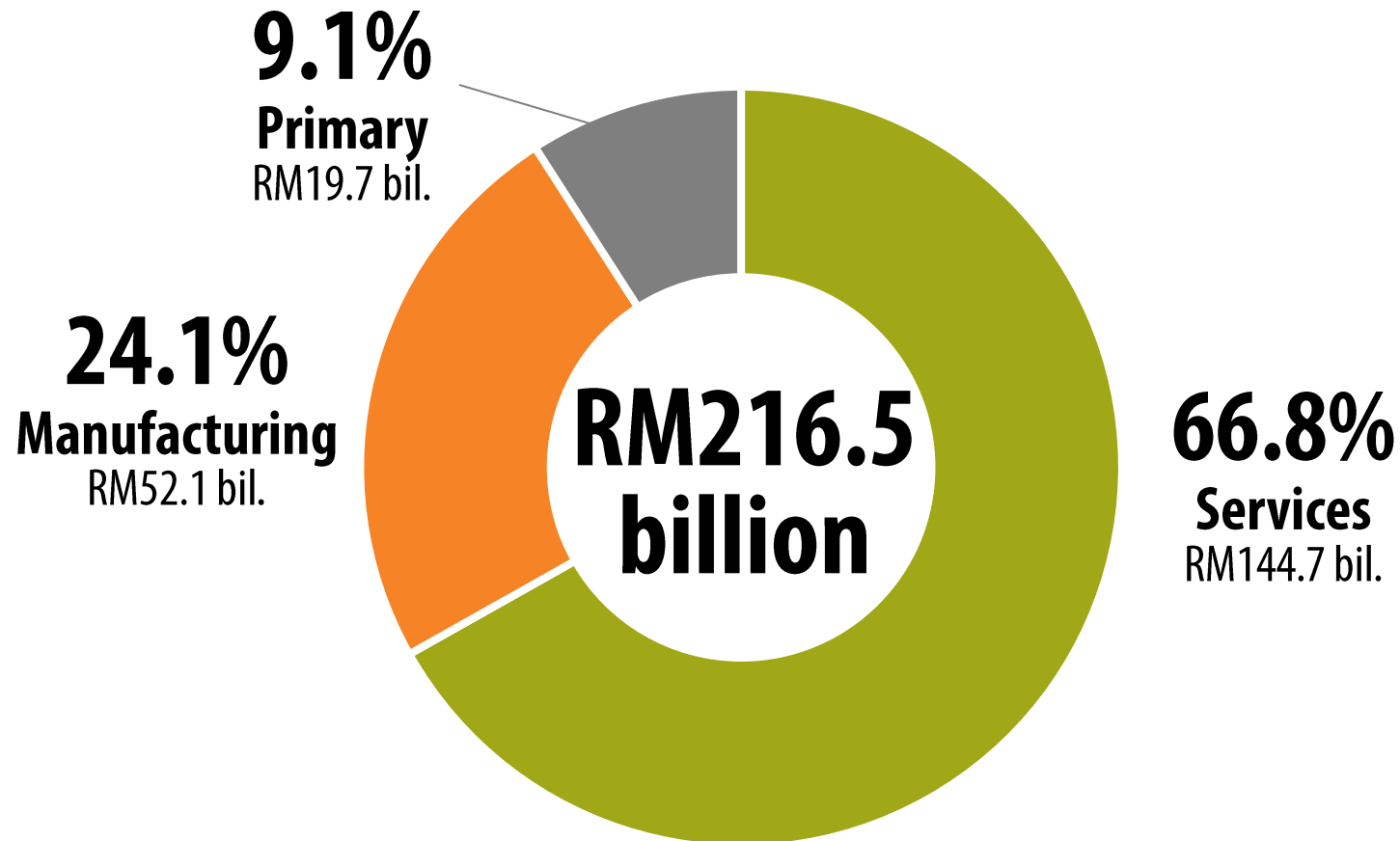
TOTAL INVESTMENTS APPROVED IN 2013

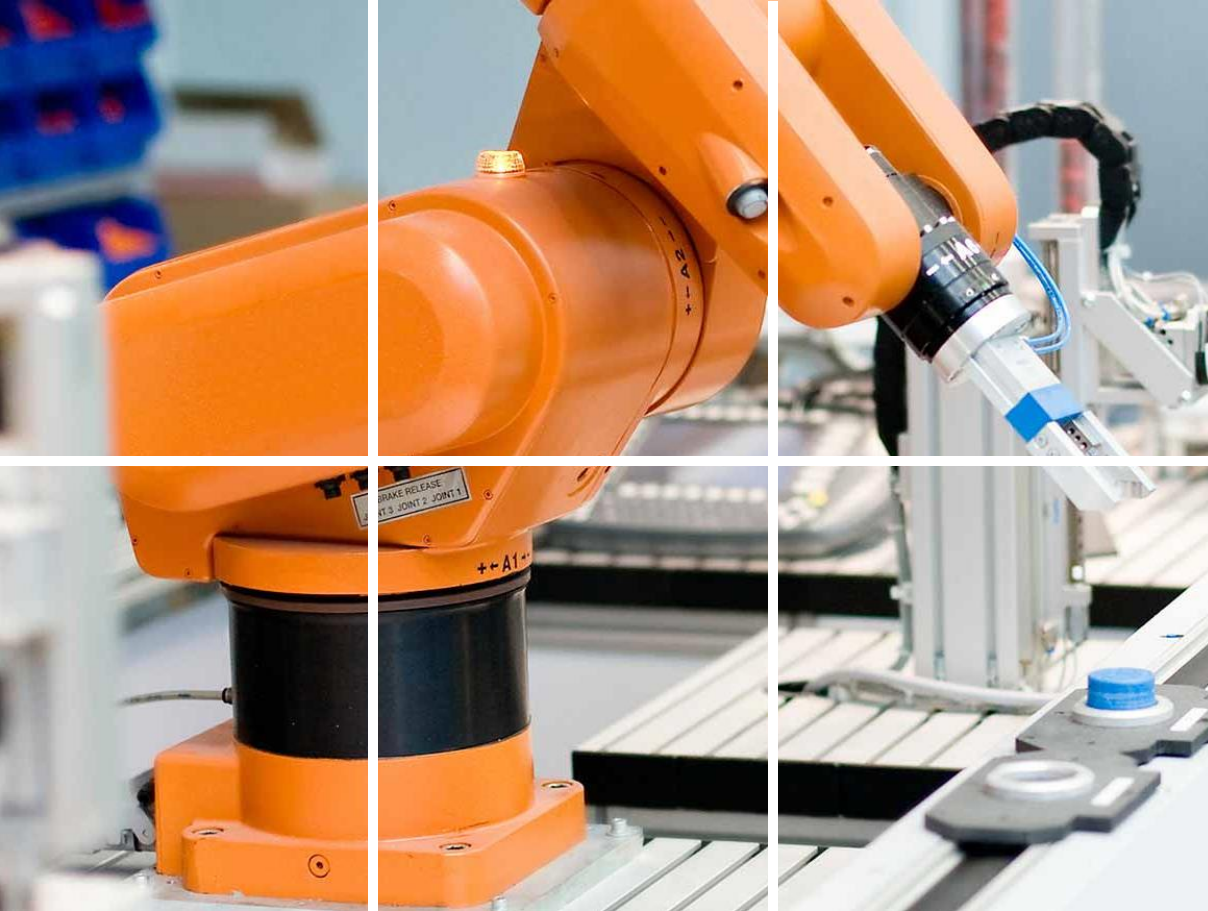
Both Domestic Investments and FDI increased



TOTAL INVESTMENTS APPROVED IN 2013

Services Sector continues to spearhead Malaysia's Economy





INVESTMENTS APPROVED IN THE MANUFACTURING SECTOR

MANUFACTURING SECTOR

Approved investments grew
year-on-year

2013: RM52.1 BILLION

787 PROJECTS

93,000 JOBS

Increased by

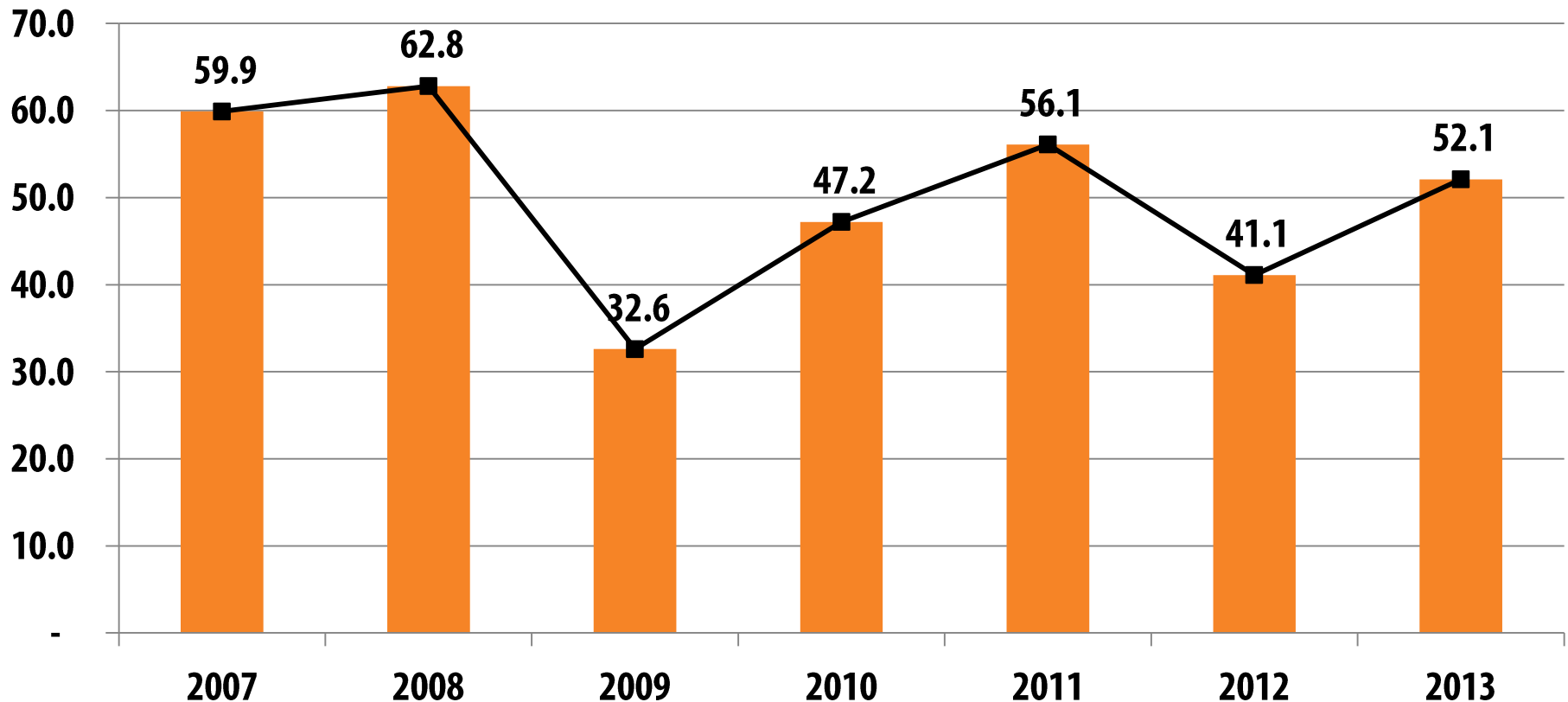
27%

2012: RM 41.1 BILLION

MANUFACTURING SECTOR

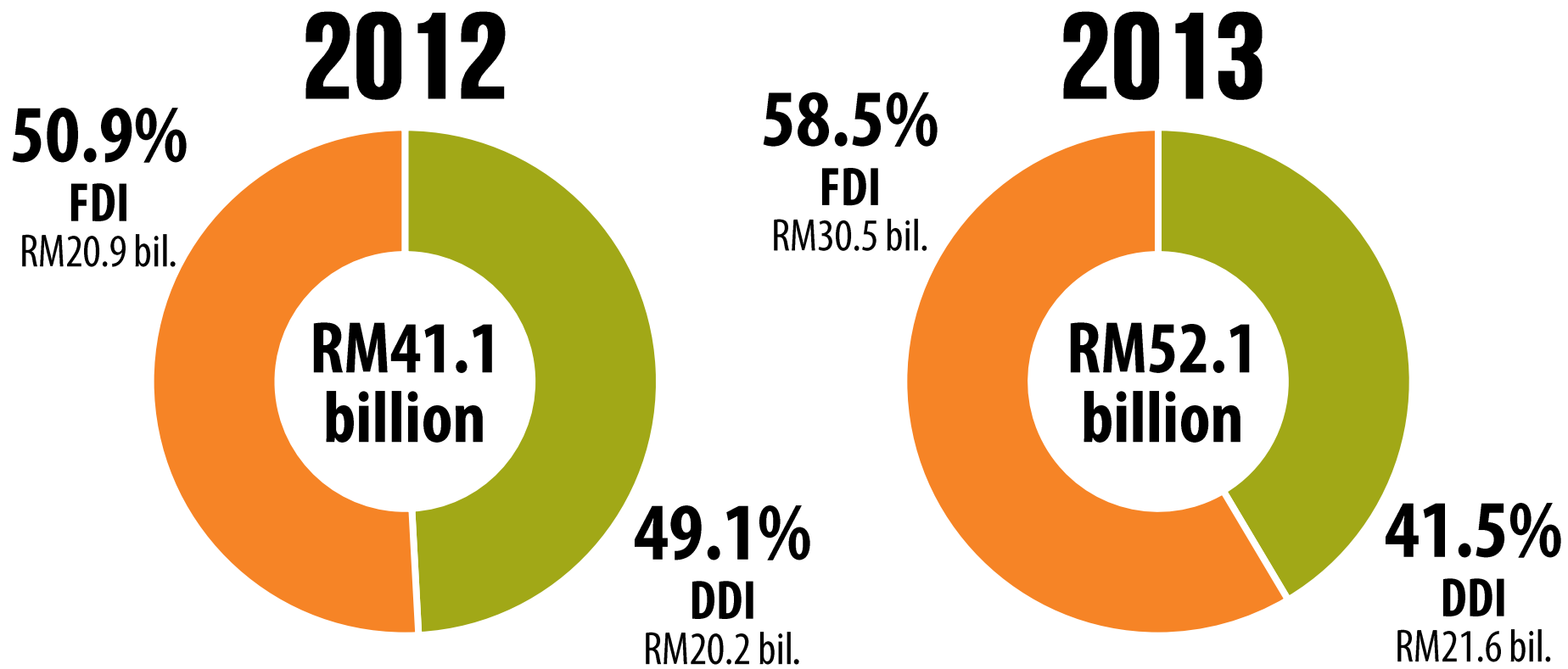
Manufacturing sector increased by 27% in 2013 vis-à-vis 2012

RM Billion



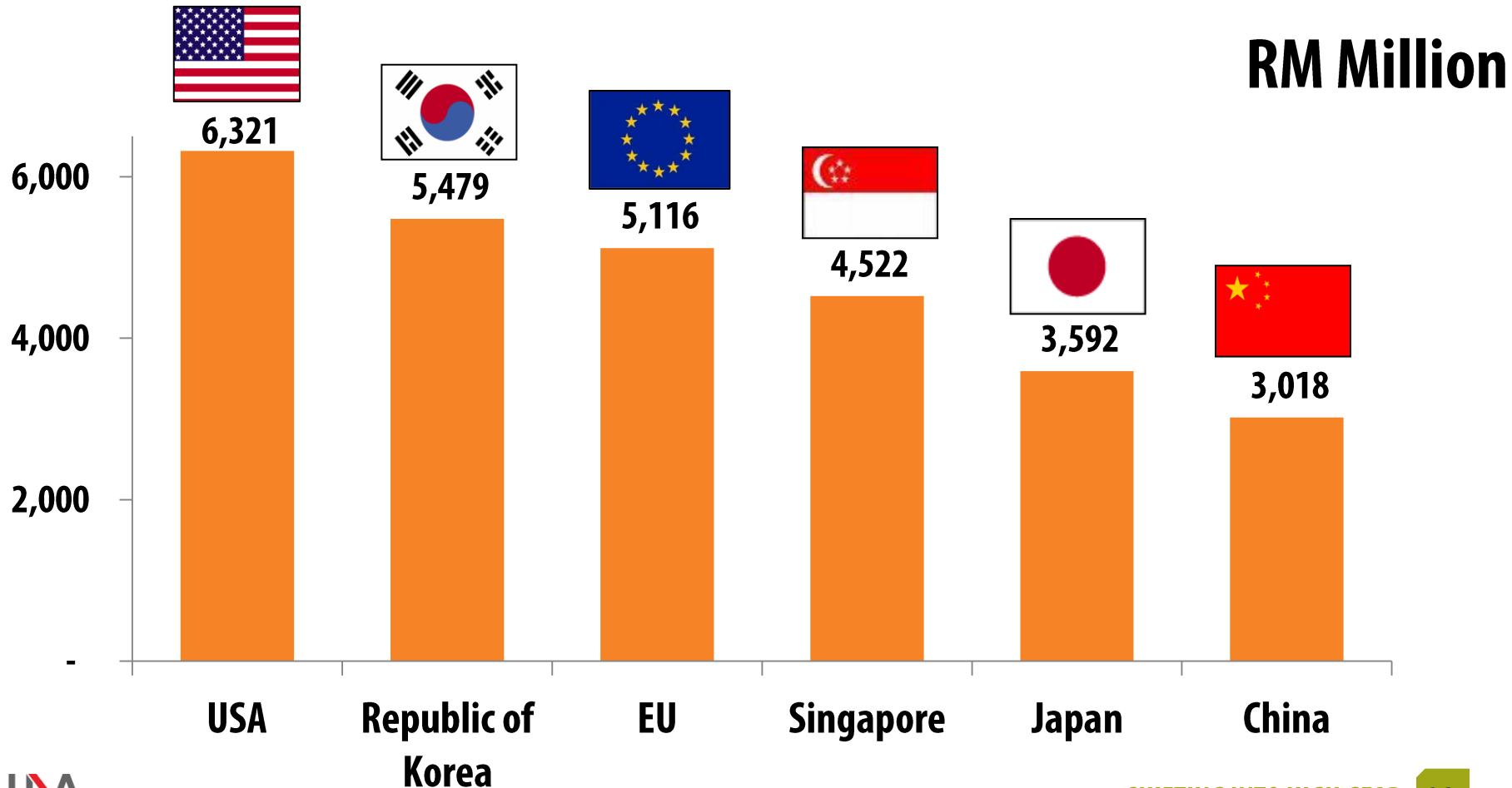
MANUFACTURING SECTOR

Investors sustained their confidence in Malaysia as a foreign investment destination



MANUFACTURING SECTOR

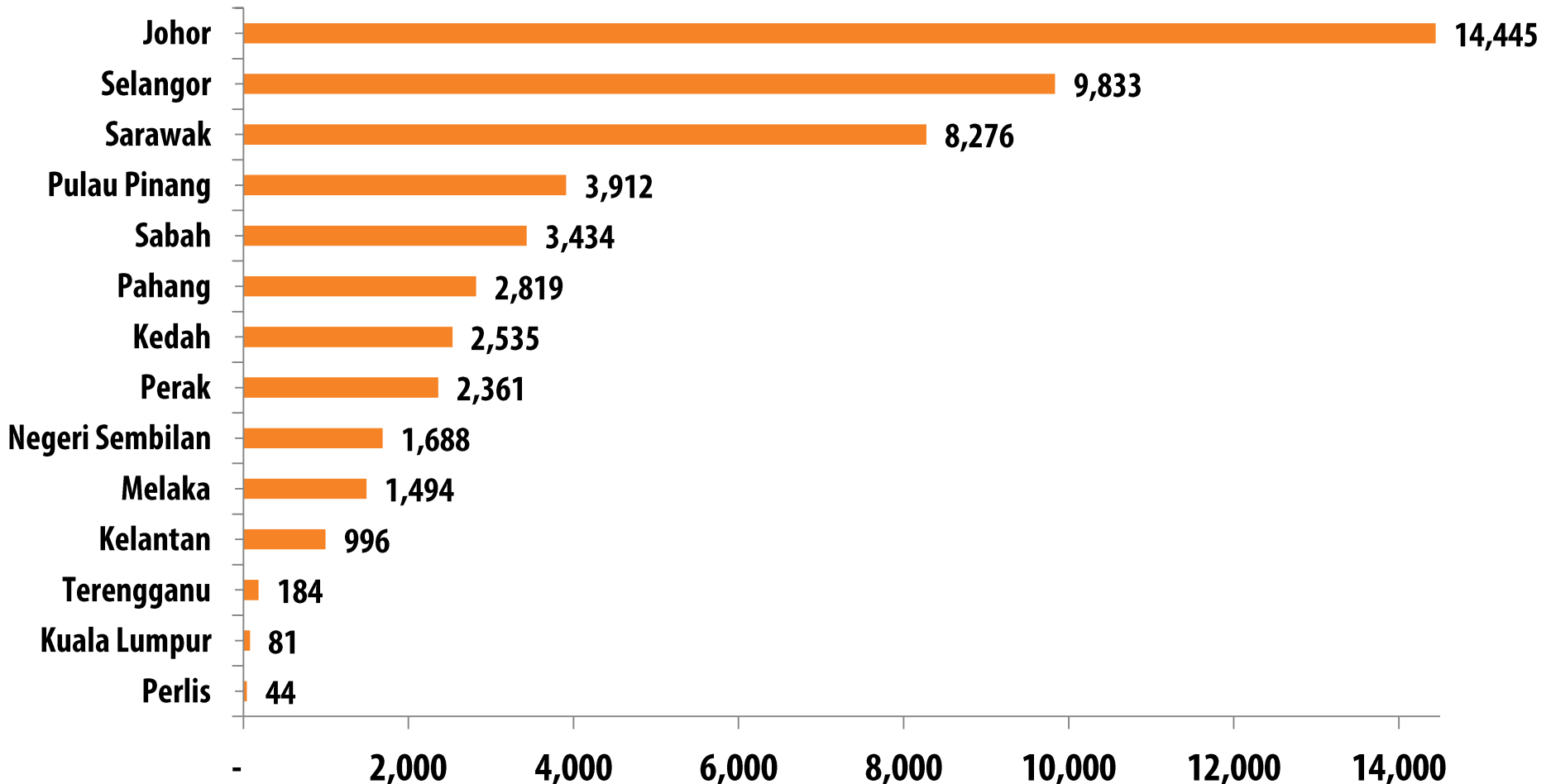
58% of FDI came from Asian Countries while 38% were from the USA and EU



MANUFACTURING SECTOR

Investments approved by States

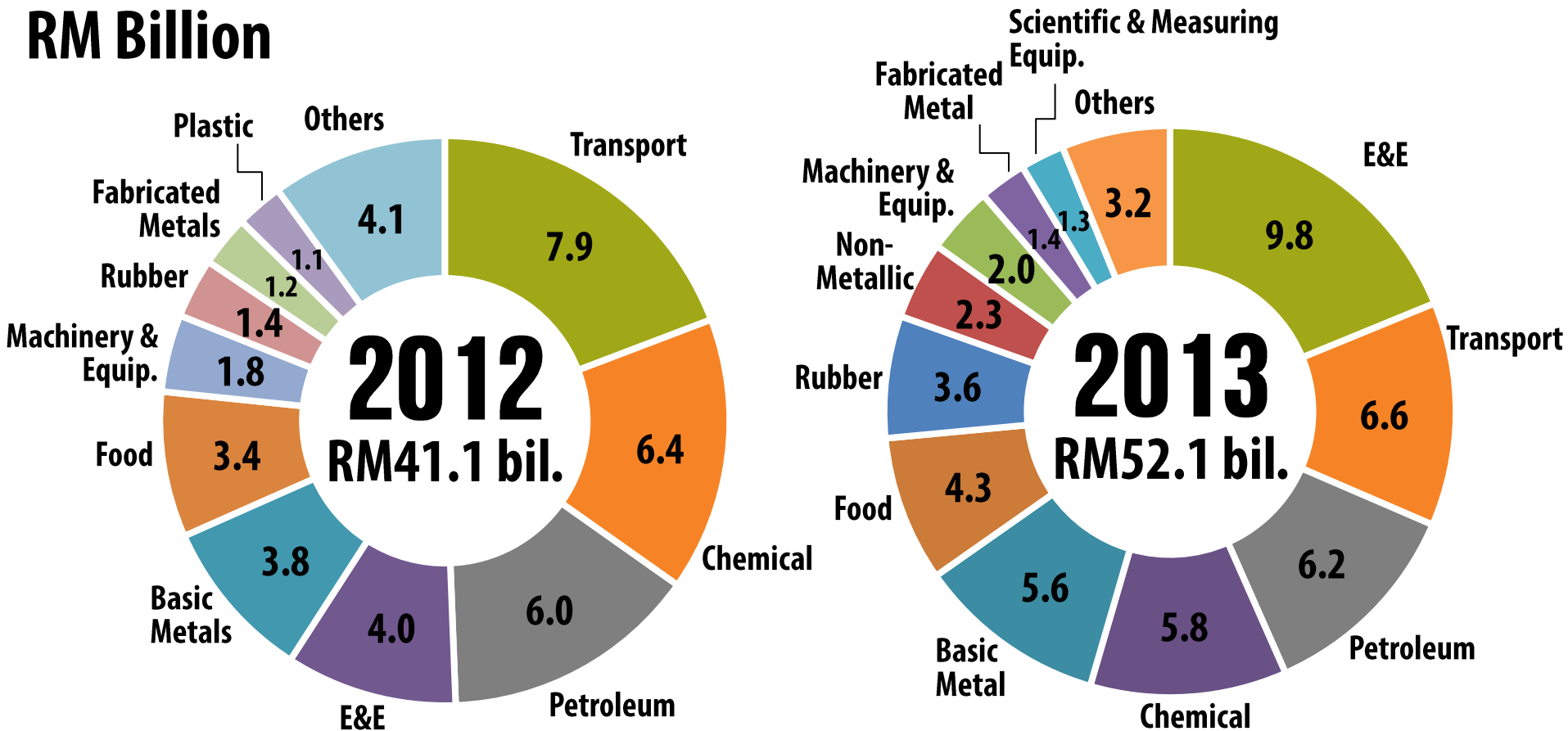
RM Million



MANUFACTURING SECTOR

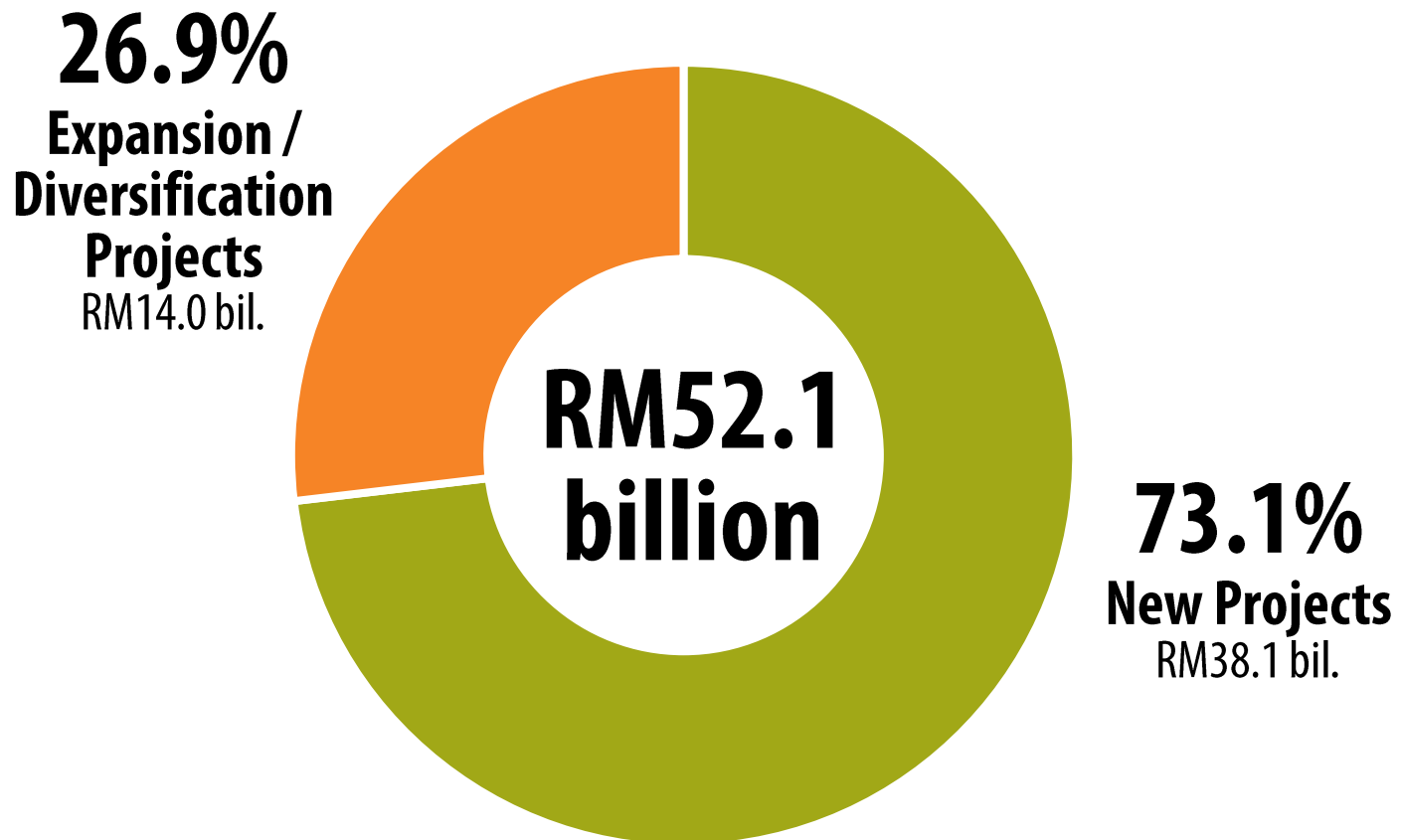
E&E, Transport, Petroleum & Chemical Industries contribute the lion's share of approved investments in 2013

RM Billion



MANUFACTURING SECTOR

Malaysia remains an ideal location for new investments



MANUFACTURING SECTOR

Concerted efforts with partners to attract investments



RM4.0 billion



RM10.0 billion

Attracted
58.9%
of investments in
the manufacturing
sector



RM6.8 billion



RM3.4 billion



RM6.5 billion

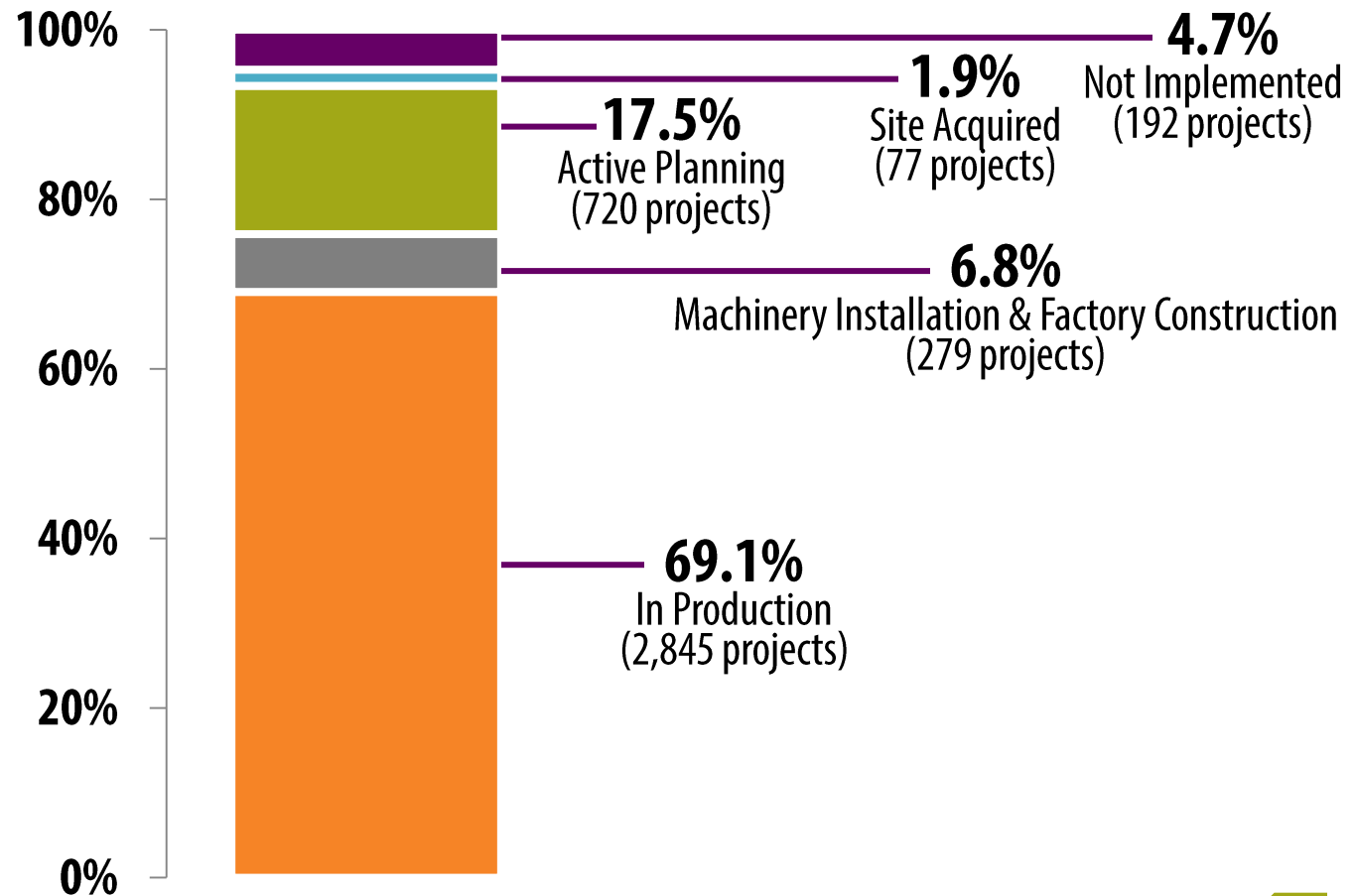
Note: Investments in Projects Approved Manufacturing Licence

MANUFACTURING SECTOR

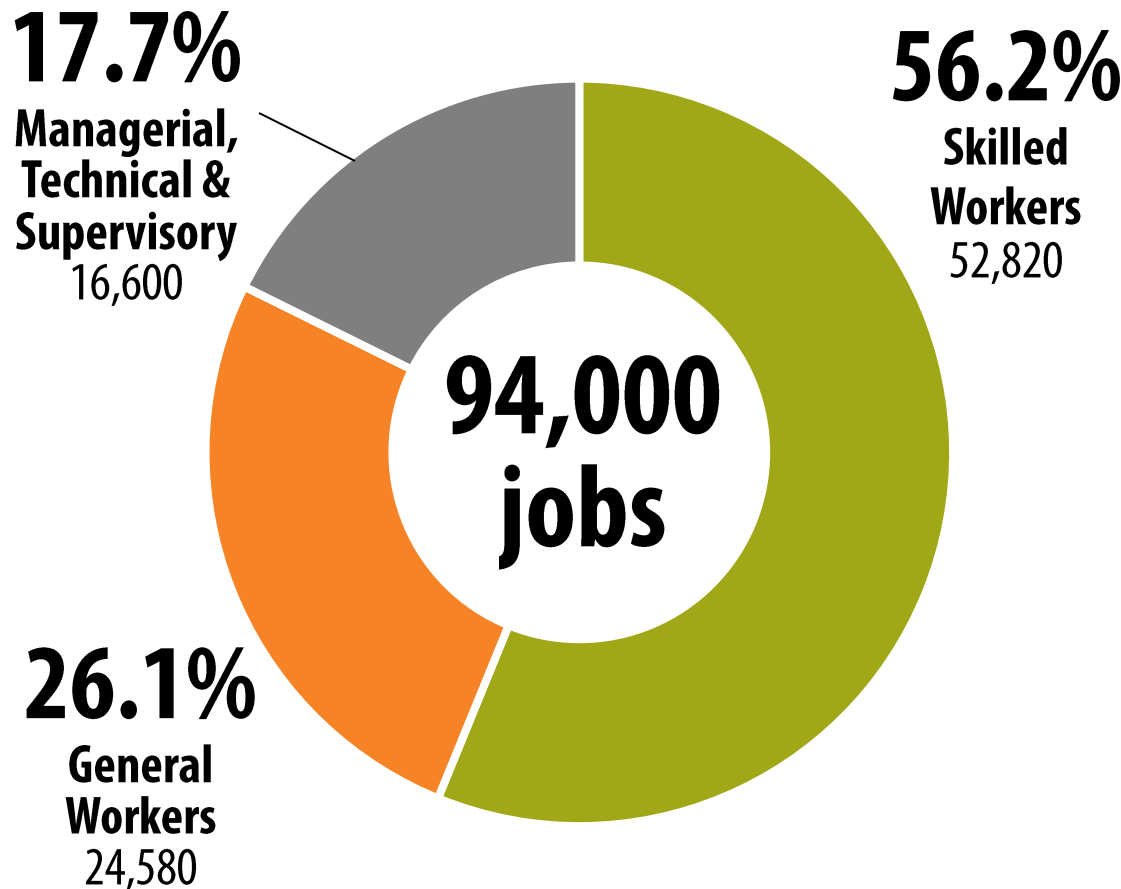
Projects Implemented as at 31 December 2013

Approved between 2009 - 2013

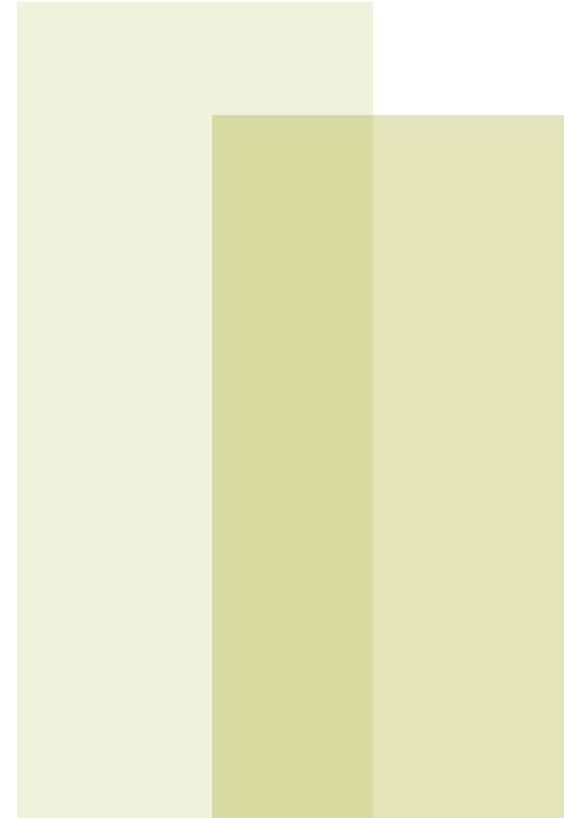
75.9%
Approved projects
implemented with
investments worth
RM130.2 bil.



MANUFACTURING EMPLOYMENT



73.9% high income employment realised in **2013** from projects approved between **2009 - 2013**



INVESTMENTS APPROVED IN THE SERVICES SECTOR

SERVICES SECTOR

Services sector continues to dominate Malaysia's economy, contributing **66.8%** of approved investments

2013: RM144.7 BILLION

4,796 PROJECTS

97,000 JOBS

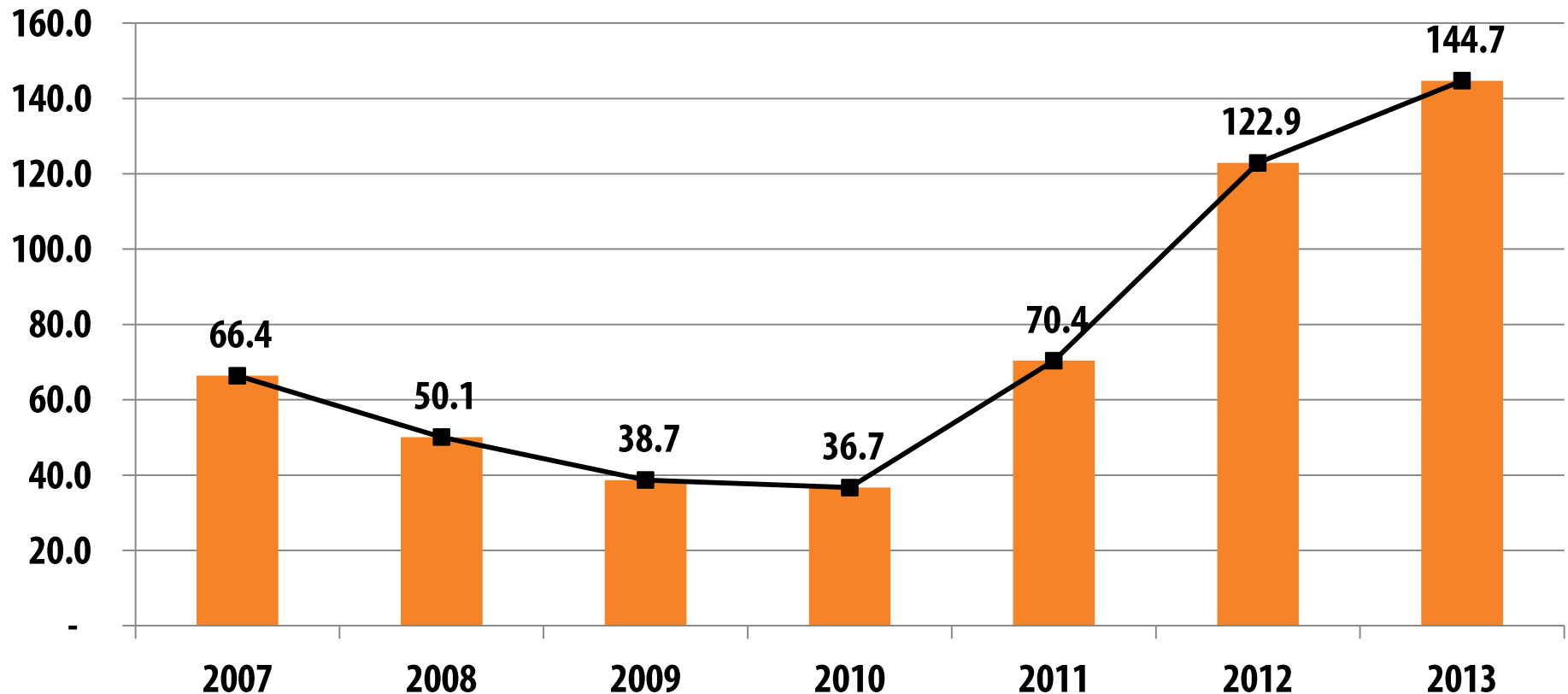
Increased by
18%

2012: RM 122.9 BILLION

SERVICES SECTOR

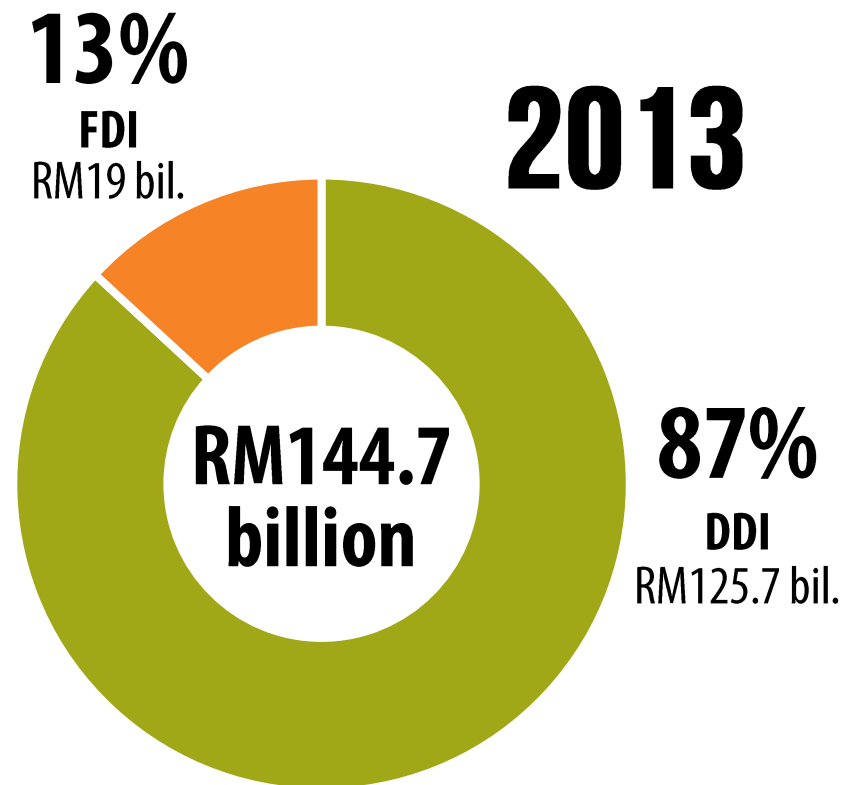
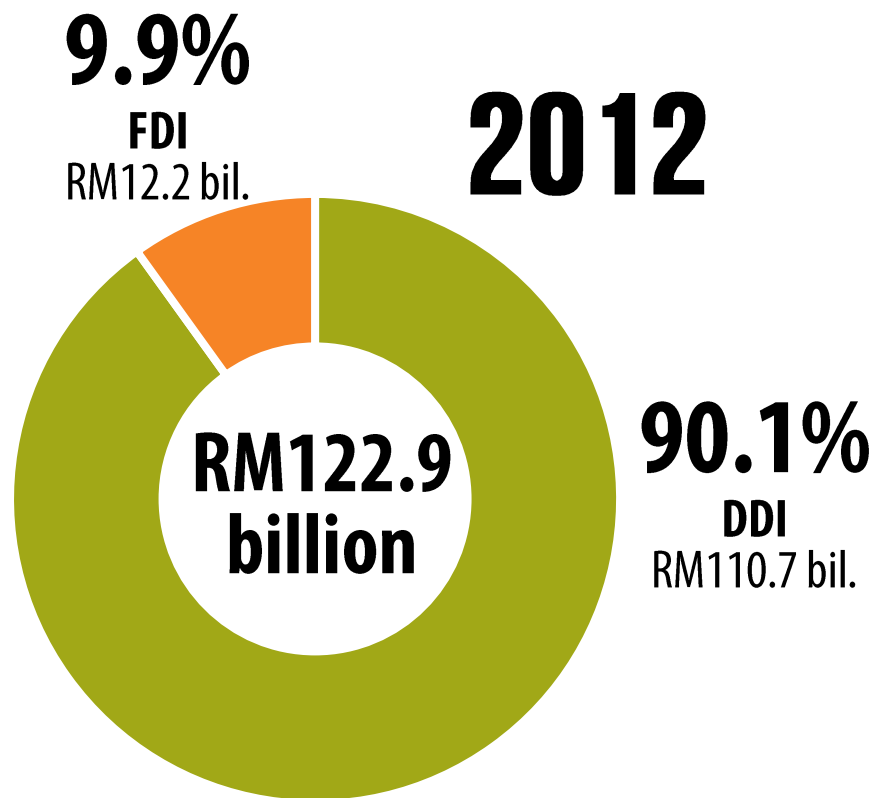
Services sector registered an increase of **18%** approved investments for 2013

RM Billion



SERVICES SECTOR

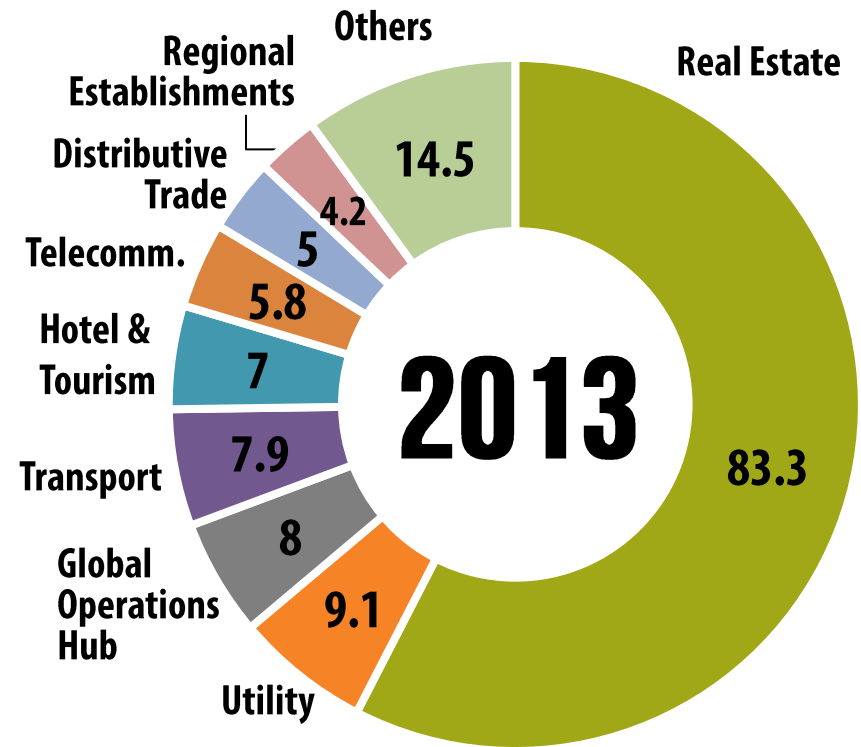
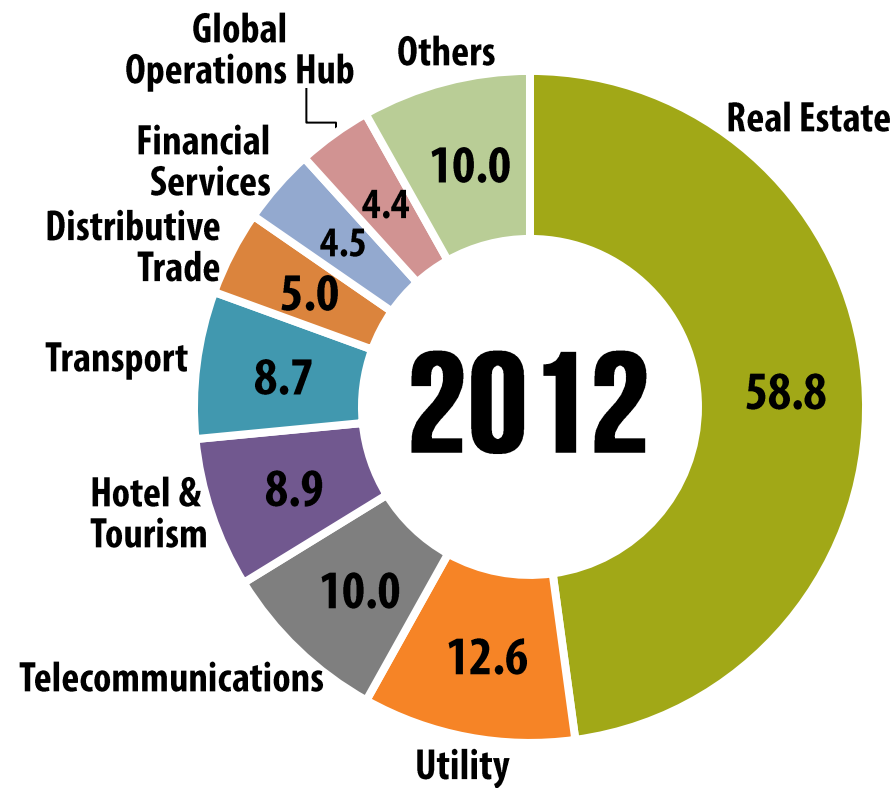
Domestic investments continue to dominate

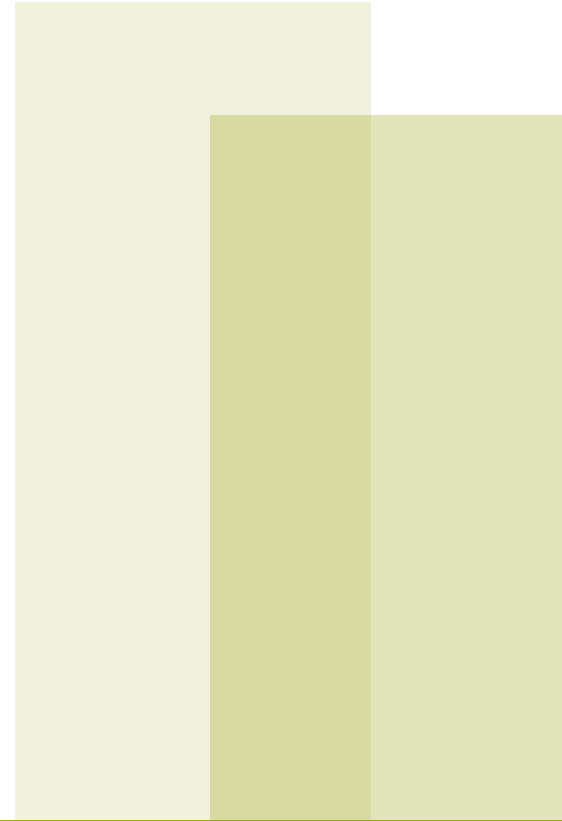
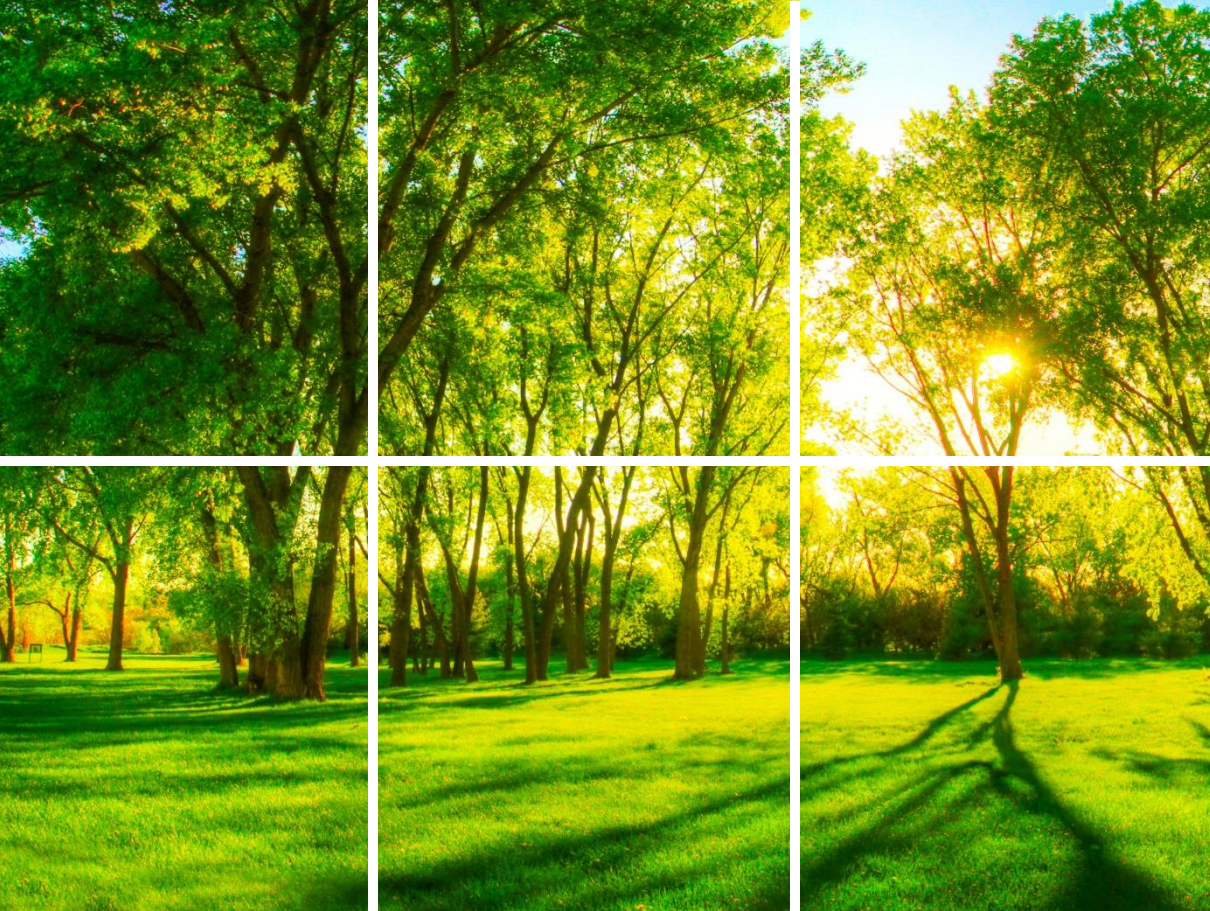


SERVICES SECTOR

Real Estate, Utility & Global Operations Hub were the major sub-sectors

RM Billion





INVESTMENT APPROVED IN THE PRIMARY SECTOR

PRIMARY SECTOR

Oil & Gas **propels** investments in the sector

2013: RM19.7 BILLION

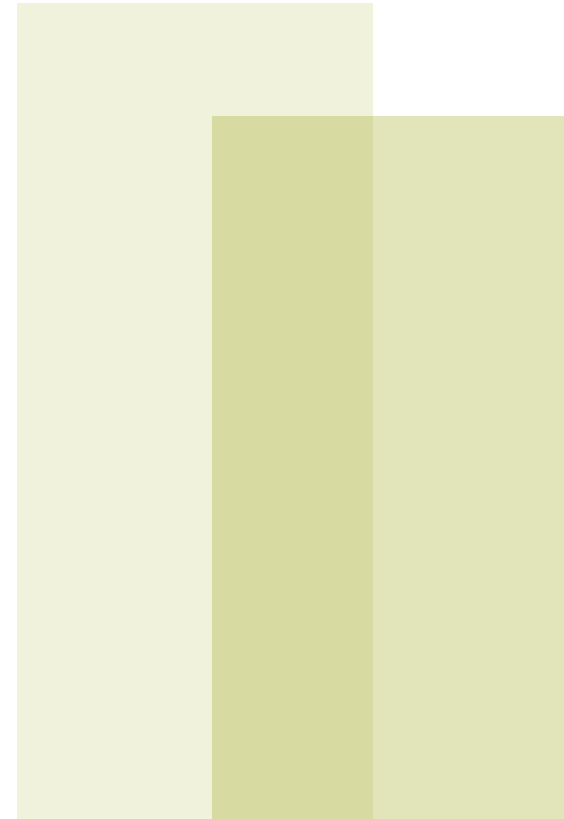
MINING : RM18.8 BIL.

AGRICULTURE : RM0.6 BIL.

PLANTATION & COMMODITIES : RM0.3 BIL.

Increased by
418%

2012: RM 3.8 BILLION



THE BOLD WAY FORWARD

MEASURES UNDERTAKEN

- Ecosystem approach to promote private investments within Malaysia.
- Targeting **niche products**, technologies and services to fill gaps throughout the economic value chain.
- Leveraging on **megatrends** and the development of technologically advanced products and applications.
- Identifying and assisting potential **local conglomerates** and other industry players to become anchors in the ecosystems.

APPROVED INVESTMENT TARGETS 2014

MANUFACTURING:
RM53 BIL.

SERVICES:
EXCLUDING REAL ESTATE
RM64 BIL.

INVESTMENT OUTLOOK

- The world bank forecasts the world economy to grow by 3.2% in 2014.
- Malaysia's economy is projected to sustain a growth of between 5.0% and 5.5% in 2014.
- UNCTAD forecasts that FDI flows will rise gradually in 2014 and 2015, to US\$1.6 trillion and US\$1.8 trillion respectively.
- Global economic growth will gain momentum which may prompt investors to turn their cash holdings into new investments.
- However, uneven levels of growth, fragility and unpredictability in a number of economies, and risks related to the tapering of quantitative easing could dampen the FDI recovery.

Source: UNCTAD / World Bank / BNM

INVESTMENT OUTLOOK

6th in ease of doing business

(World Bank Doing Business 2014 Report)

15th Most competitive economy
in overall performance

(IMD World Competitiveness Yearbook 2013)

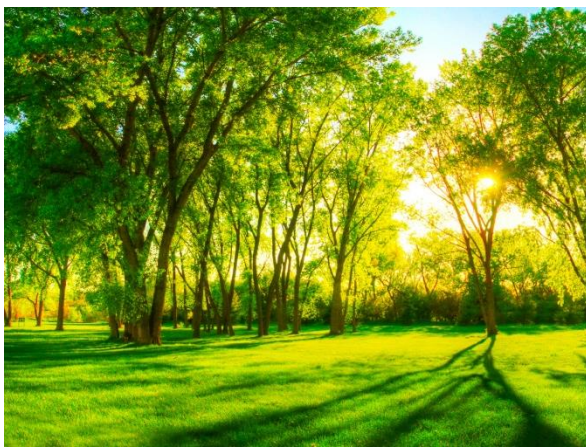
24th Most competitive nation in
the world

(WEF Global Competitiveness Report 2013-2014)

25th Most attractive destination
for FDI

(2013 A.T. Kearney's FDI Confidence Index)

**World rankings
support and
strengthen
Malaysia's
efforts in
attracting
global FDI**



THANK YOU

MALAYSIAN
INVESTMENT
DEVELOPMENT
AUTHORITY



2013 MALAYSIA INVESTMENT PERFORMANCE REPORT

Shifting into high gear